



a PPL company

Mr. Jeff DeRouen  
Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
P.O. Box 615  
Frankfort, Kentucky 40602-0615

RECEIVED

DEC 13 2013

PUBLIC SERVICE  
COMMISSION

Kentucky Utilities Company  
State Regulation and Rates  
220 West Main Street  
PO Box 32010  
Louisville, Kentucky 40232  
www.lge-ku.com

Rick E. Lovekamp  
Manager - Regulatory Affairs  
T 502-627-3780  
F 502-627-3213  
rick.lovekamp@lge-ku.com

December 13, 2013

**RE: The application of Kentucky Utilities Company for an Order  
Authorizing the Issuance of Securities and Assumption of  
Obligations (Case No. 2012-00232)**

Dear Mr. DeRouen:

Pursuant to Ordering Paragraph No. 5 of the Commission's Order in the  
aforementioned proceeding, Kentucky Utilities Company ("KU") hereby files  
an original and three (3) copies of information related to an issuance under said  
Order.

On November 14, 2013 KU issued \$250 million of First Mortgage Bonds in  
accordance with the aforementioned order. The details of the bond issuances are  
shown below:

Borrower:	Kentucky Utilities Company
Type of Security:	First Mortgage Bonds
Amount:	\$250,000,000
Issuance Date:	11/14/2013
Maturity Date:	11/15/2043
Interest Rate:	4.650%
Price Paid:	99.28%
Commissions Paid	\$2,187,500
Net Proceeds:	\$246,012,500

On September 18, 2013 KU received a cash settlement of \$49,325,370.50 and  
on November 8, 2013 KU paid out \$6,297,402.74 on interest rate hedging  
agreements with its affiliate, PPL Corporation, as the counterparty in  
accordance with the aforementioned order. The net settlement received of

Mr. Jeff DeRouen  
December 13, 2013

\$43,027,967.76 will be amortized over the life of the bonds. Including the amortization of the swaps, amortization of the discount, and the amortization of the underwriting commissions the all in yield on the bonds will be 4.13%.

Issuance expenses billed to date, other than commissions, total \$267,899. Additional issuance expense billings are anticipated to be received subsequent to the date of this filing.

Please confirm your receipt of this information by placing the File Stamp of your Office on the enclosed additional copy and returning it in the envelope provided. Should you have any questions regarding this transaction or this information, please contact me or Don Harris at (502) 627-2021.

Sincerely,

  
Rick E. Lovekamp

**RECEIVED**

DEC 13 2013

PUBLIC SERVICE  
COMMISSION